

10 December 2020

Andrea Selvey
Chief Executive Officer
Shire of Cocos Keeling Islands
PO BOX 1094
Cocos (Keeling) Islands WA 6799

Dear Andrea,

**RE: PROPOSAL TO LEASE LAND HELD IN TRUST UNDER THE LAND TRUST 1984 -
PART LOT 103 HOME ISLAND, COCOS (KEELING) ISLANDS – SEWERAGE PUMP STATION**

Water Corporation wishes to re-enter into a lease agreement with the Cocos (Keeling) Islands Shire Council for the below listed land.

SITE AND LOCATION

For part of land situated on Lot 103 Home Island, Cocos (Keeling) Islands commonly known as the Sewerage Pump Station.

LEASE TERM REQUESTED

Water Corporation wishes to lease this parcel of land for a period of 10 years with an option of a further 10 years.

ECONOMIC AND SOCIAL OUTCOMES

The Water Corporation provides water, wastewater and power services to the Cocos Islands community through a Service Delivery Agreement with the Commonwealth. The Water Corporation employs 13 staff working on both Home Island and West Island to deliver these services.

Part of land situated on Lot 130 Home Island, Cocos (Keeling) Islands commonly known as the Sewerage Pump Station is used for the sewerage pump station building and associated infrastructure. Without this lease and the infrastructure on the leased land the Water Corporation would not be able to collect sewerage from the residents and businesses on Home Island.

OUTCOME BASED MILESTONES TO INCLUDE IN THE LEASE

Nil

MARKET VALUATION

Water Corporation acknowledges that the Shire uses the market value as determined by an independent register valuer to determine the lease fee. A valuation will be requested, and the Water Corporation will be informed of the results prior to any formalisation of the lease.

Yours sincerely,

A handwritten signature in black ink that reads "Rohan Dyall". The signature is written in a cursive, flowing style.

Rohan Dyall
Operations Manager